

State of New Mexico
Energy, Minerals and Natural Resources Department

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Oil Conservation Division



Ms. Sarah Chapman
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NON-STANDARD LOCATION

Administrative Order NSL - 8548

Spur Energy Partners, LLC [OGRID 328947]
Welch CD 28 State Com Well No. 50H
API No. 30-015-PENDING

Proposed Location

	Footages	Unit/Lot	Sec.	Twsp	Range	County
Surface	2180 FSL & 619 FWL	L	27	17S	28E	Eddy
First Take Point	2510 FSL & 100 FEL	I	28	17S	28E	Eddy
Last Take Point	2510 FSL & 100 FWL	L	28	17S	28E	Eddy
Terminus	2510 FSL & 50 FWL	L	28	17S	28E	Eddy

Proposed Horizontal Units

Description	Acres	Pool	Pool Code
S/2 of Section 28	320	Artesia; Glorieta - Yeso	96830

Reference is made to your application received on March 8th, 2023.

You have requested to drill this horizontal well at an unorthodox oil well location described above in the referenced pool or formation. 19.15.16.15(B)(1)(a) NMAC governs this proposed well and provides that the operator shall dedicate to each horizontal oil well a standard horizontal spacing unit that comprises of one or more contiguous tracts that the horizontal well's completed interval penetrates, each of which consists of a governmental quarter - quarter section or equivalent.

This well's completed interval is as close as 130 feet to the northern edge of the horizontal spacing unit. Encroachment will impact the following tract(s).

Section 28, encroachment to the N/2

The Division understands you have given notice of this application to all operators or owners who are "affected persons," as defined in 19.15.2.7(A)(8) NMAC, in all adjoining units towards which the proposed location encroaches.

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Division understands you are seeking this unorthodox location to allow for efficient spacing of horizontal wells within the Glorieta - Yeso formation. Thereby preventing waste within the formation underlying S/2 of Section 28.

Your application has been filed under 19.15.16.15(C)(6) NMAC, 19.15.15.13 NMAC and 19.15.4.12 (A)(2) NMAC.

Per 19.15.15.13 (B) NMAC, **Division approves this unorthodox location.**

Reference this NSL order number on the As Drilled C-102 submitted with the Authorization to Transport, to place this well into production.

The above approvals are subject to your following all other applicable Division rules.

Jurisdiction of this case is retained for the entry of further orders as Division deems necessary.



DYLAN M. FUGE
DIRECTOR (ACTING)
DMF/lrl

Date: 3/31/23

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State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

CONDITIONS

Action 203211

CONDITIONS

Operator: Spur Energy Partners LLC 9655 Katy Freeway Houston, TX 77024	OGRID: 328947
	Action Number: 203211
	Action Type: [IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

Created By	Condition	Condition Date
llowe	None	4/3/2023